to which the carrier provides interconnection..." Qwest currently offers IP interconnection on a 1 wholesale basis to businesses and even to residential customers.⁵ Through VoIP, Qwest can offer 2 3 up to 46 voice lines per T1, compared to only 24 voice lines per T1 if NCC interconnects with 4 Owest using SS7.⁶ That distinction shows that Owest engages in discriminatory interconnection 5 and forces competitors to take and provide services inferior to those offered by Qwest. The Final 6 Recommendation ignores the clear discrimination and points only to the absence of competing 7 contract language. THE PROPOSED CAP ON BILLABLE MINUTES IS ARBITRARY, UNLAWFUL, 8 III. 9 PREJUDICIAL AND INCONSISTENT WITH PUBLIC POLICY. 10

The Final Recommendation adopts Owest's proposed cap of 400,000 compensable minutes of use that it will pay to NCC for terminating Qwest's calls to NCC where such termination employs MF signaling. Owest asserts that the cap is due to its inability to verify calls and billing sent via MF signaling because Owest verifies calls and billing using its SS7 records. That argument should fail because Qwest has not demonstrated that its switches cannot be programmed to obtain all necessary call information from NCC. For instance, Qwest has not discussed with its switch manufacturers how to effect a programming change. Instead, Owest refused to comply with NCC's discovery requests and limited its communications with its switch manufacturers to obtaining a list of the manufacturers' legal representatives.

In addition, the argument should fail because the Federal Communications Commission ("FCC") recently recognized the widespread use of MF signaling and is in the process of developing rules to would address Qwest's concerns by requiring carriers that use MF signaling to transmit calling number information.⁸ The Commission should not take action in this

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

⁷ Arbitration Transcript ("Arb. Tr."), 53:17-25; 54:1-9 (admitting that Qwest did not discuss its switches' capabilities with its switch manufacturers' representatives).

DOCKET NOS. T-01051B-09-0383 AND T-03335A-09-0383

NCC'S EXCEPTIONS TO FINAL RECOMMENDATION

⁴ 51 Comm. Reg. (P & F) 202 (Or. Dist. Ct. 2010).

⁵ Lesser Reply Testimony, Exhibit 6.

⁶ *Id*

 $^{^8}$ See In the Matter of Connect America Fund, A National Broadband Plan for Our Future, Establishing Just and Reasonable Rates for Local Exchange Carriers, High-Cost Universal Service Support, Developing an Unified Intercarrier Compensation Regime, Federal-State Joint Board on Universal Service, Lifeline and